

FISCAL NOTE

SB 2074 - HB 2146

February 26, 2004

SUMMARY OF BILL: Authorizes the legislative body of Coffee County to levy a privilege tax upon consumers attending an event where admission is charged and more than 50,000 persons are expected to attend within a continuous 7-day period. Provides for such tax to be 5% of the admission charged to be collected by the operator of the event and remitted to the county. Specifies a penalty to be paid by an operator if remittance of such tax is delinquent. Collection of the privilege tax requires approval by two-thirds vote of the Coffee County legislative body.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Revenues - Exceeds \$500,000 / Permissive
Increase Local Govt. Expenditures - Not Significant / Permissive

Estimate assumes:

- provisions apply to the annual Bonnaroo Music Festival.
- approximately 80,000 tickets will be sold for this event.
- average ticket price of at least \$140.
- an increase in expenditures to the affected county for administration of the tax estimated to be not significant and handled within existing resources.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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